



Standard Financial Information Structure (SFIS) Proposed DLMS Change

Financial Data in Supply (FDIS)
DLMSO Finance PRC - 19 November 2009

- Review Problem Statement
- Discuss Target and Alternative exchange processes
- Review DLMS Transactions
- Next Steps



Problem/Requirement/Objective

- **PROBLEM:** Undefined process and capability to exchange financial information using SFIS “common business language” to enable inter-Service order fulfillment, inter-fund reimbursements, and accurate accounting

- Supply Chain and Financial Management domain managed information exchange standards (DLMS/MILS) currently prescribe the use of the Fund Code to identify Appropriate account information located in an external data file; These external reference tables are not SFIS Compliant and this process is inconsistent with SFIS Governance Board guidance

- MILSBILLS Fund Code/Signal Code process was based on the limitations of the 80 character MILS Transaction Formats;

- Use of disparate appropriation data elements leads to a lack of standard accounting data for end-to-end (E2E) Order to Cash (O2C), Procure to Pay (P2P), and Plan to Stock (P2S)

- **REQUIREMENT:** Need to define the process and the appropriate SFIS data elements to enable efficient exchange of financial information to support a common understanding across Supply Chain Management and Financial Management functional areas for Target Systems

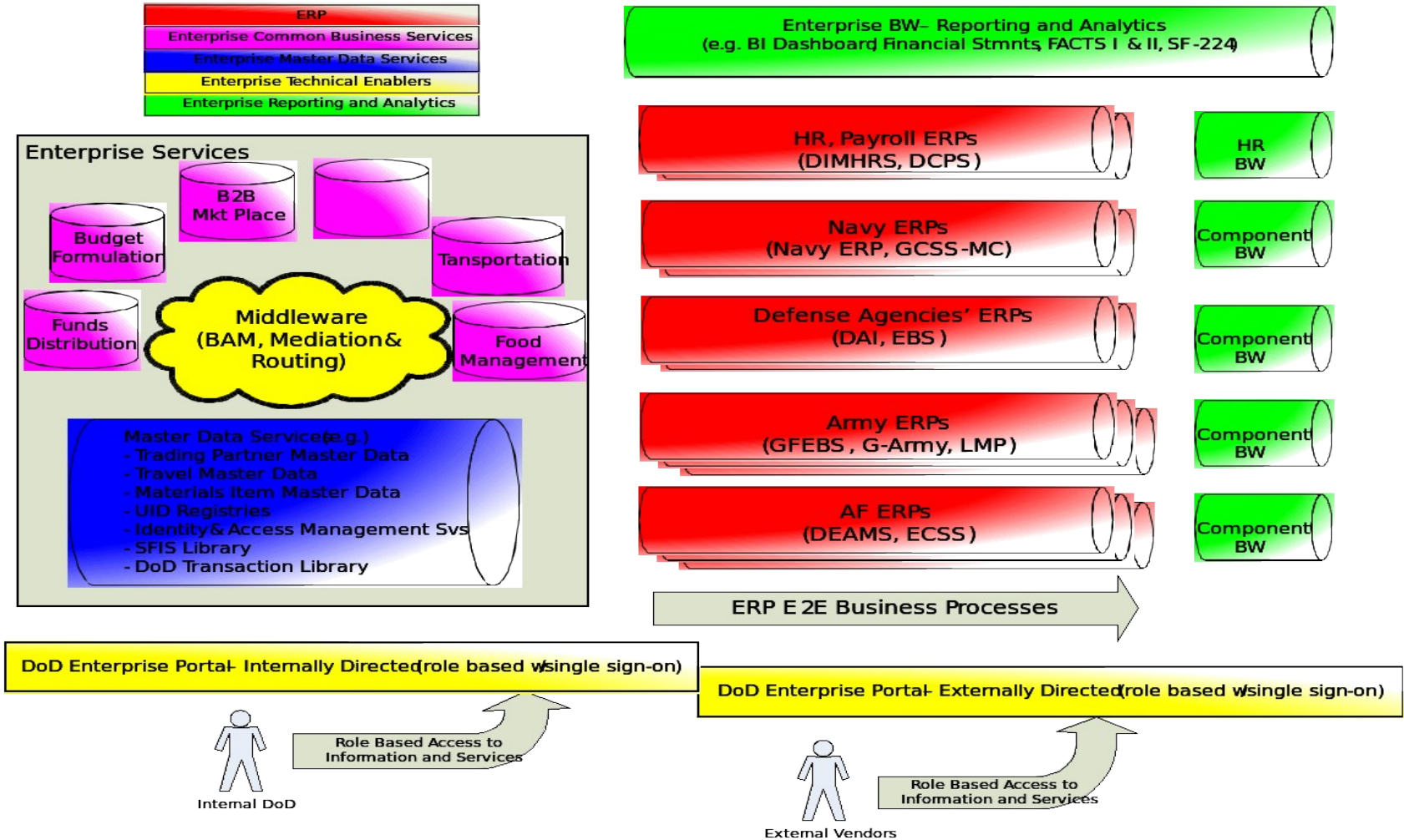
- Provide an automated means for SFIS Compliant Systems to reimburse between activities across Component boundaries

- Need to leverage Extensible standards’ unprecedented data exchange capability to enable business communities information sharing that is not possible using MILS

- **OBJECTIVE:** Reduce manual reconciliation efforts between billing and ordering components in Target ERP interoperable environment

Target Net Centric Environment

End-to-End business processes in ERPs include the following functions: GL, Budget Distribution, Contract Creation, Contract Management, Entitlement Disbursing, Sales, AR, AP, Assets, Inventory, Cash Management, Human Resources, Payroll, Travel, Wholesale Supply, Retail Supply, Maintenance, Real Property Management





SFIS Policy impetus for change

- **Under Secretary of Defense (Comptroller) memorandum, Standard Financial Information Structure (SFIS) Implementation Policy, dated August 4, 2005:**

...This policy requires systems containing financial information to provide the ability to capture and transmit SFIS data or a cross-walking capability to the SFIS Format...

- Current FMR (Volume 4) policy states: Bills arising from transactions which contain a National Stock Number within the DoD will be collected through the Military Standard Billing System (MILSBILLS) Inter-fund billing procedures when supported by the supply and accounting systems.
- Although modern data exchanges can be used the MILSBILLS process still relies on exchange of codes to identify locations for reference data.
- The supply community is required to continue to send Fund Code and Signal Code data elements to enable financial community to retrieve appropriations data from the Fund Code Table maintained at DAASC.
- The DLMS Manual has incorporated all MILSBILLS associated procedures into the appropriate ANSI ASC X12 formats and is developing equivalent XML transaction formats.
NEXT STEP: Identifying and enabling the transmission of SFIS Common Vocabulary using standard information exchanges so DLMS compliant systems may achieve SFIS compliance.



MILSBILLS Legacy Process for Financial Data Exchange

EXAMPLE MILSTRIP 80 Card Transaction:

A01 SMS 3 5960-00-806-0292 EA 00002 W81WRD-6182-0005 R YN0E01 C 21 9N 9GY 06
300 2B
Doc Id/Routing/M&S/Stock
No/UI/Qty/DocNo/Demand/SupAdd/Signal/Fund/Dist/Proj/Priority/RDD/Advice

1. DoDAAD Address Code of Requisitioner:

W81WRD

2. Signal Code:

C

3. Fund Code:

21

Derive Ship-to Address From DODAAC Registry:
S BN DISTRIBUTION CO
VCF SSF (Army Working Capital - Single Stock Fund)
LDG 8410 KITTY RD
FORT RILEY KS 66442-5936

Instructs Supply Source to
Ship to requisitioner W81WRD
Bill to addressee designated by the fund code in rp
2 and 53.
Party to receive Bill-W58RG0 (DFAS Org)

Fund Code to Fund Account Conversion Table (as of 1 Sep 2007)
See DoD 4000.25-7-M, Appendix 1.1

APPENDIX A1
BILLED SERVICE CODE = A OR W (ARMY)

2. SIGNAL CODE IS C OR L:
Fund Code Fund Account

		Eff Date/Action
21	21#2020	1989121 ADD
23	21#2040	1992184 ADD
29	97X4930AC60	1992184 ADD
2B	21#2031	1989121 ADD
2C	97X4930AC90	1991274 CHG
2P	BILL VIA NONINTERFUND	1989121 ADD
2U	21#2035	1989121 ADD
2Y	97X8242	1989121 ADD

***DLMS incorporated Fund Code to support Legacy Systems and due to lack of defined process for exchange of SFIS Data**
*** Currently there are 27 steps involved in DLA's Interfund process related to this process in using EBS**

SFIS Elements required to support automated Interfund Billing Process

SFIS Appropriation Account Information:
*Treasury Appropriation
Fund Symbol (TAFS)*

1. *Department Regular Code*
2. *Department Transfer Code*
3. *Period of Availability FY Date*
4. *Main Account Code* * Legacy

SFIS Trading Partner Information

7. Business Partner Number

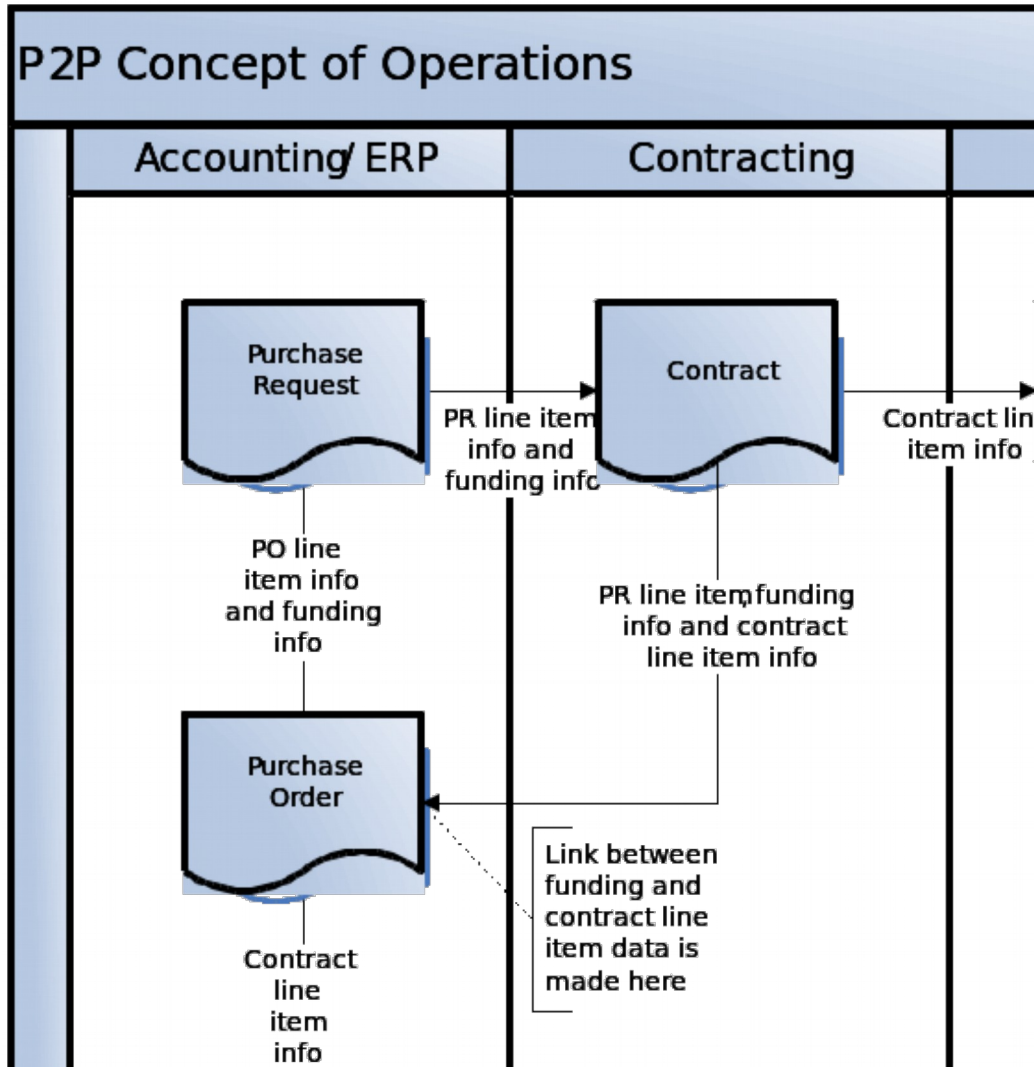
The following SFIS data element has been deferred pending clarification on applicability to the Interfund Billing Process; Will need to determine relationship to emerging policy for Financial Data in Procurement (FDIP)

SFIS Organizational Information
Agency Accounting Identifier

The following Legacy data elements will be included for the interim to facilitate Legacy accounting requirements; pending determination of applicability to the Target Interfund Billing Process

DoD Legacy Appropriation Account Information
Limit / Sub-Head

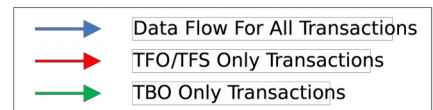
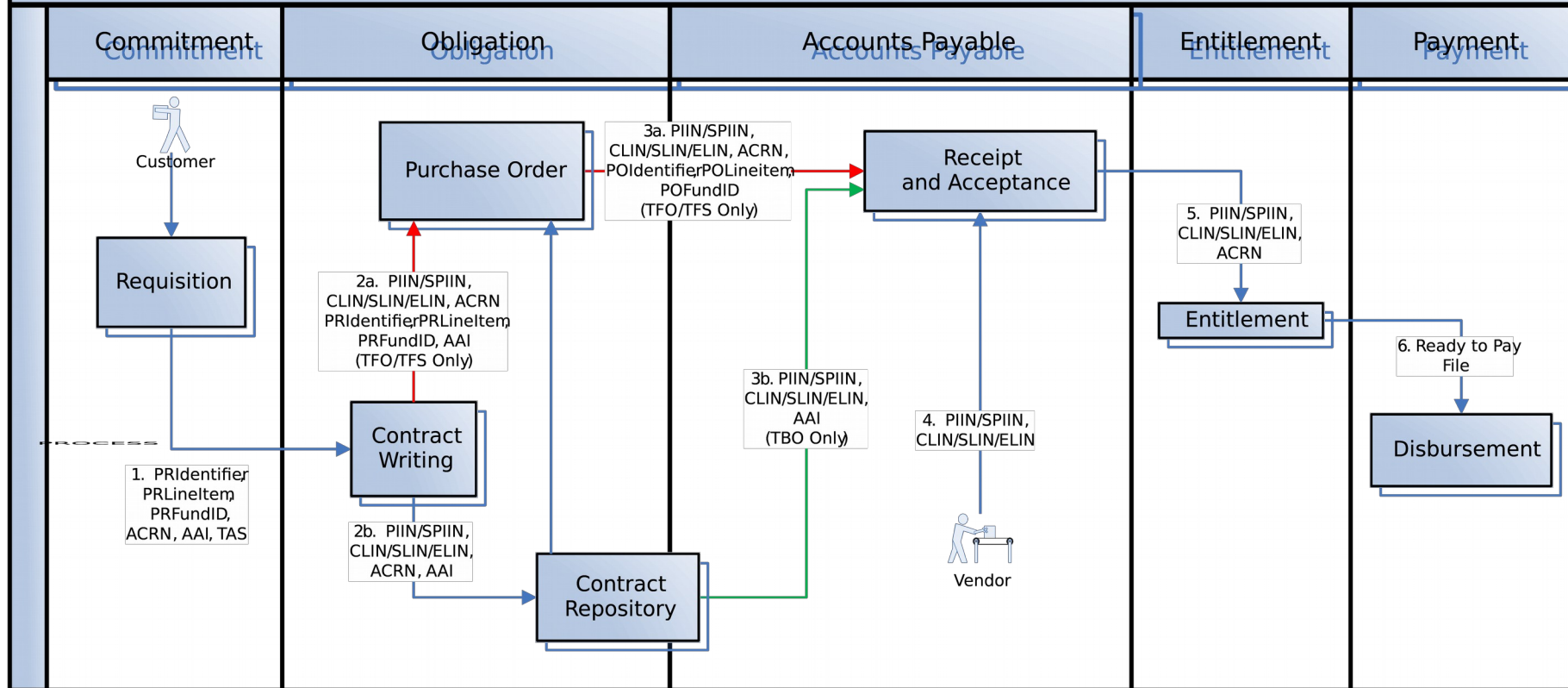
Related SFIS Information Exchange Modernization- Financial Data in Procurement (FDIP) CONOPS*



The overall objective for the FDIP initiative was to identify the key data elements which will achieve end-to-end financial traceability while ensuring the following goals are met:

1. Establish the bridge data elements which will link the financial and procurement data
2. Establish the authoritative source of each required data element
3. Minimize the passing of financial data from one process step to another or from one system to another
4. Support interoperability between various financial and procurement information systems and business processes
5. Enable end-to-end traceability of financial data elements

Future State FDIP-Compliant P2P





Related SFIS Information Exchange Modernization- Use of Agency Accounting Identifier (AAI)

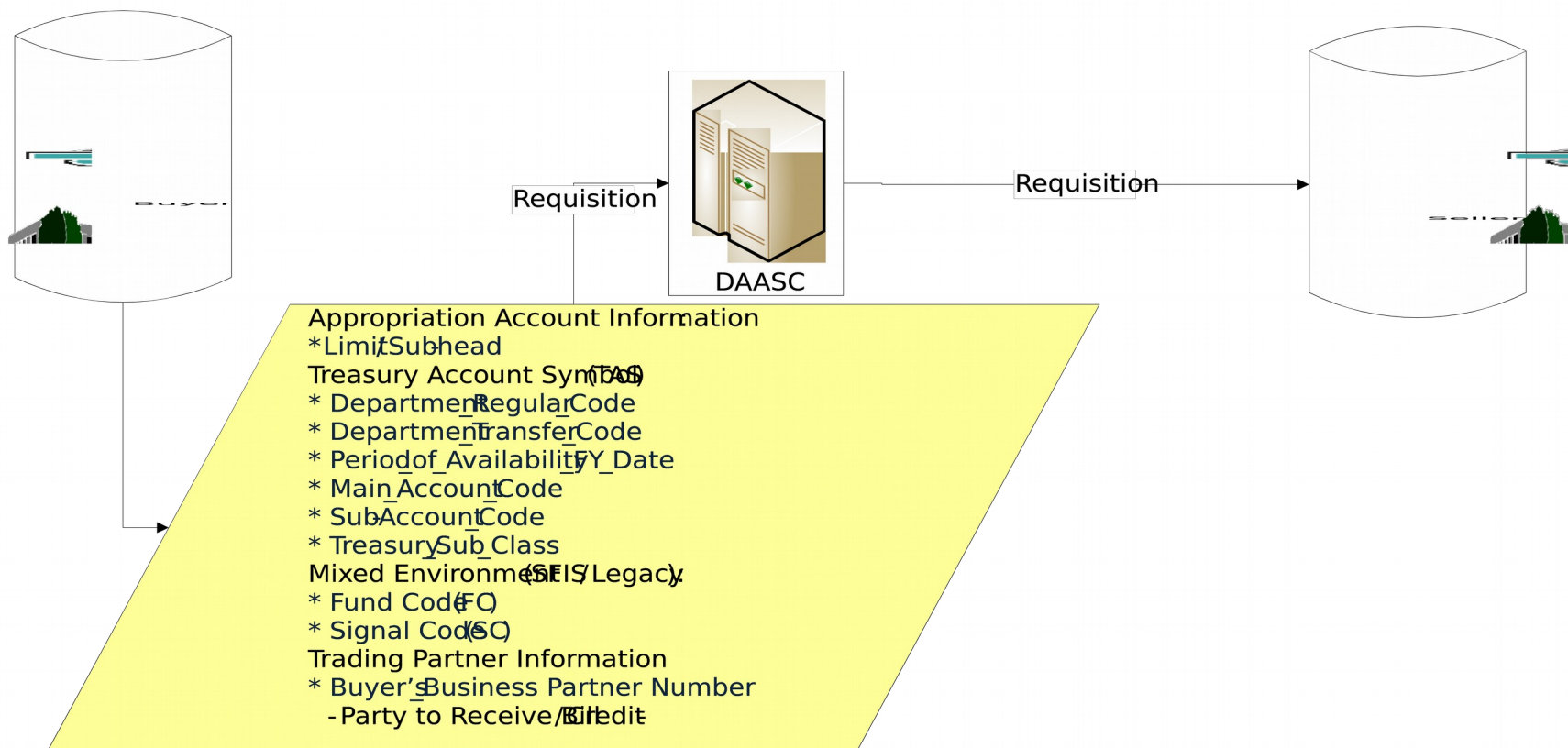
- **SFIS Definition:** The Agency Accounting Identifier identifies the organization responsible for providing field level accounting support within DoD. This code may be the identification of Field Sites or unique accounting installation that support the budget execution of a specific base, post, camp or station.
- **Definition for use in FDIP:** The Agency Accounting Identifier (AAI) is a six character code that identifies the organization responsible for providing field level accounting support within DOD. This code may be the identification of field sites or unique accounting installation that support the budget execution of a specific base, post, camp, or station. *It will also be used to identify the appropriate accounting system or capability related to a particular contract action.*
 - Example: Org: Washington HQ Service; ERP: BTA DAI
- **Applicability to Inter-fund billing procedures:** There are cases where Logistics Information Exchanges may be routed to contract writing systems (CWS). In this case the CWS will need the AAI to support the requirements of Financial Data in Procurement (FDIP).

Target Process

Pass delineated SFIS data elements in the
required transactions

Target Process Step 1 – Buyer submits Requisition

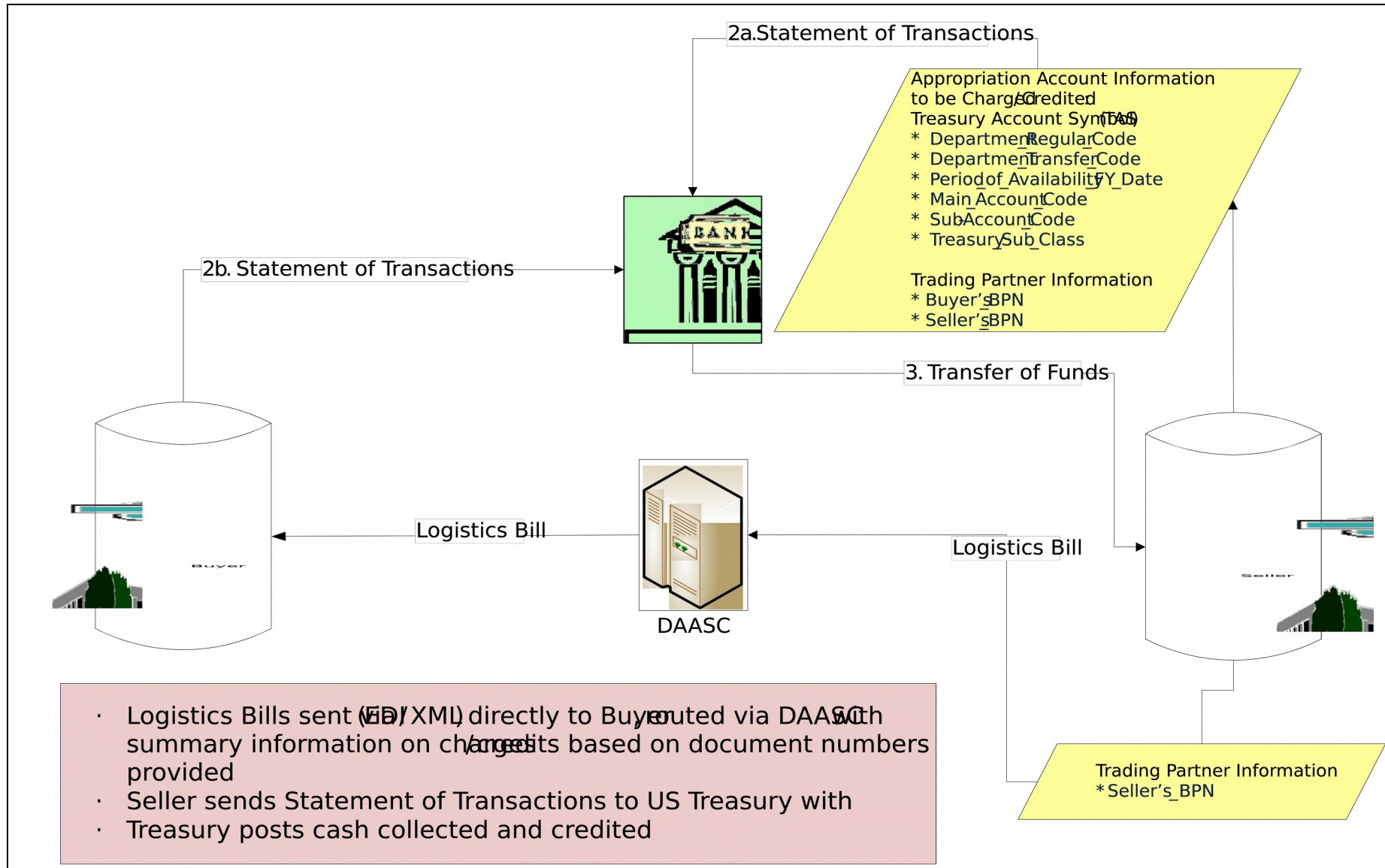
NOTE: It is acknowledged that this capability may not support the following processes as they are processed locally through External Systems such as STORES/MLSS/ECAT, FFAVORS, Warfighter (Clothing and Textile), Web-Based capabilities such as eMail, GSA Advantage, FMS, some Tailored Vendor Relationships (TVR)/Prime Vendor Orders received via fax, mail, or telephone and entered manually into catalogue systems at DLA Customer Care. Ordering entities typically provide a Fund Code and Signal Code through these mediums and it is expected that Ordering Activity may not know the discrete accounting Business Process and System changes may be required



Requisition sent via (EDI/XML) directly to Seller, routed via DAASC

*NOTE: Similar process for Requisition Modification (511M), Requisition Follow up (869F)

Target Process Step 2 – Seller Bills Buyer



Target Process Pros and Cons

Pass delineated SFIS data elements in the required transactions

PROS

- **Allows for Financial Data Visibility at Transaction level**
- **Enables ERPs to transfer funds directly through Treasury**
- **Utilizes full capability of ERP**
 - System generated accounting data automatically
- **Enables accurate accounting at transaction level for streamlined reconciliations and eliminations**

CONS

- **Requires the passing of discrete SFIS data in select transactions**
- **Acknowledge that this only applicable to Orders through EDI Transactions so billing process will continue to need access to external reference tables to identify Appropriation Account data to support Orders via Web-based, stand alone systems or manual orders**

Alternative Process

SFIS required content applicable to the billed/credit account will be maintained on an SFIS Compliant Reference Table

Alternative Process - DLMSO Proposed: Reference Table to Carry SFIS LOA

Current FC Table:

DoD 4000.25-7-M, May 2007			
AP1.1 APPENDIX 1.1			
FUND CODE TO FUND ACCOUNT CONVERSION			
TABLE (AS OF 9 MAY 2009)			
<u>Fund Code</u>	<u>Fund Account</u>	<u>Eff Date/Action</u>	
FUND CODE TO FUND ACCOUNT CONVERSION TABLE			
DOD 4000.25-7-M			
AS OF MAY 2009			

APPENDIX AP1.1.A			
BILLED SERVICE CODE = A,C,W (ARMY)			
1. SIGNAL CODE IS A, B, J, OR R:			

01	2102020	1986314	ADD
02	2102065	1986314	ADD
03	2102040	1986314	ADD
05	2102010	1986314	ADD
06	2102060	1986314	ADD
07	2102070	1986314	ADD
0A	2102090	1986314	ADD
0B	2102031	1986314	ADD
0C	2102080	1986314	ADD
0F	2102085	1986314	ADD
0I	2102034	1986314	ADD
0J	97003002401	2001335	ADD
0E	97004002401	2001335	ADD
0L	2102032	1986314	ADD
0M	2102033	1986314	ADD
0N	2102036	1986314	ADD
0U	2102035	1986314	ADD
0W	9700100665A	2002279	CHG
0V	9700100665A	2002279	CHG

DoD 4000.25-7-M, May 2007			
AP1.2. APPENDIX 1.2			
FUND CODE TO BILLED OFFICE DODAAC			
CONVERSION TABLE (AS OF 9 MAY 2009)			
<u>Fund Code</u>	<u>Billing Address</u>	<u>DoDAAC</u>	<u>Eff Date/Action</u>
REQUISITIONING SERVICE CODE = A,C,W (ARMY)			

FUND CODE	BILLING ADDRESS		
21	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
23	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
29	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
2B	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
2C	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
2P	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
2R	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
2U	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
2V	DFAS- COLUMBUS	23204	1989121 ADD
	DFAS-JDCBS/CO		
	PO BOX 182559		
	COLUMBUS	OH 43218-2559	
4F	CONSOL HWYK OPS HARBOR	12102	1986319 ADD
	SAC IN ATTN DFAS IN IN		
	8559 EAST 56TH STREET		
	INDIANAPOLIS IN 46246-3200		

CONCEPT

• **Link SFIS LOA to Fund Code Trading Partners update SFIS Table as needed and DAASC maintains official SFIS table.**

• **ERPs link to DAASC for near real time updates**

• **Discrete data fields for SFIS LOA elements:**

- Department Regular Code, A1
- Department Transfer Code, A2
- Main Account Code, A3
- Sub-Account Code, A4
- Treasury Sub Class, Legacy

• **Discrete Data Field for Limit/Subhead**

• **Period of Availability**

- # Indicates FY of Requisition date
- * Indicates FY of billing date
- x indicates no-year budget account

AGENCY ACCOUNTING IDENTIFIER

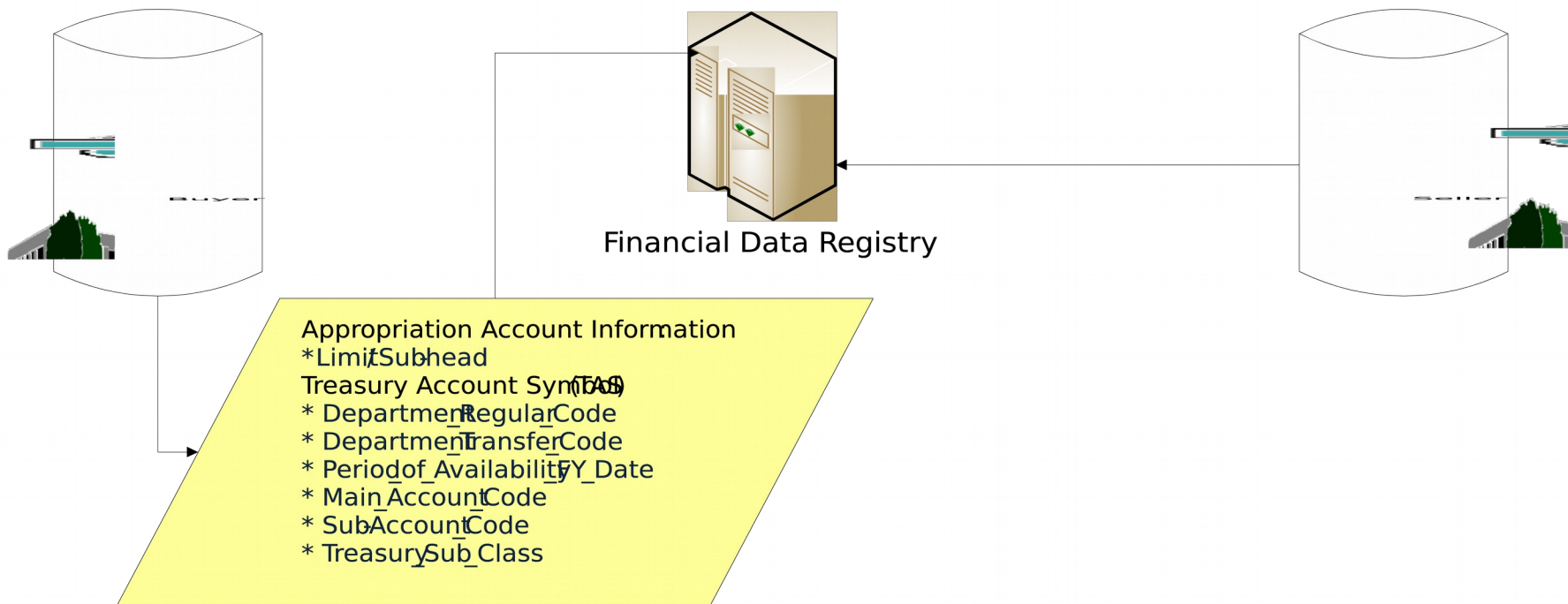
- Link to authoritative source or carry in DLMS if required

BUSINESS PARTNER NUMBER.

- Carry in DLMS as required

Alternative Process Step 1 – Buyer and Seller load SFIS data to Centralized Registry

- Centrally managed SFIS Compliant Reference Table
- Contains required SFIS elements to support all business events
- Trading partners identify accounts using short key



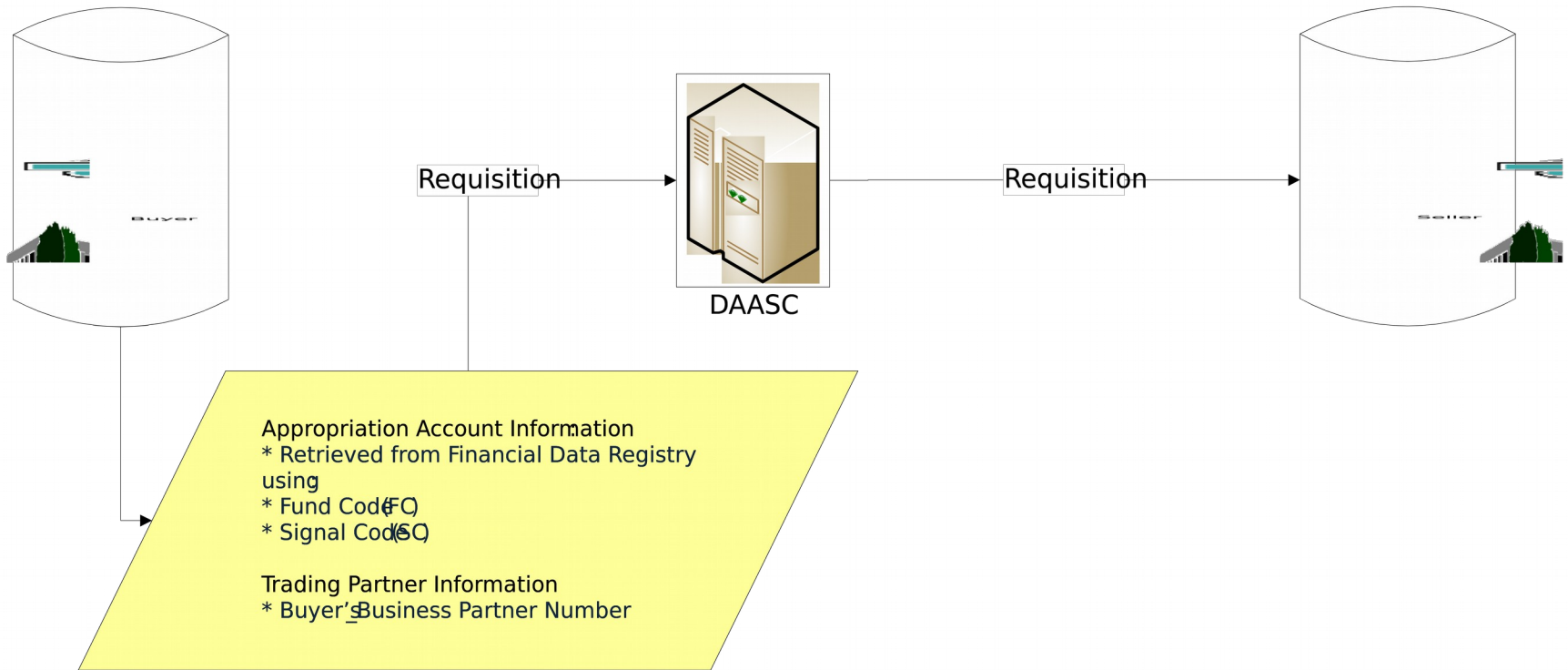
- Buyer/Sellers load SFIS Data Financial Data Registry via undefined interface
- Identify a short key like the Fund Code
- Develop synchronization strategy

SFIS data to be defined during Budget to Report

Alternative Process Step 2 – Requisition Submitted

Requisition sent via(EDI/XML) directly to Seller,routed via DAASC

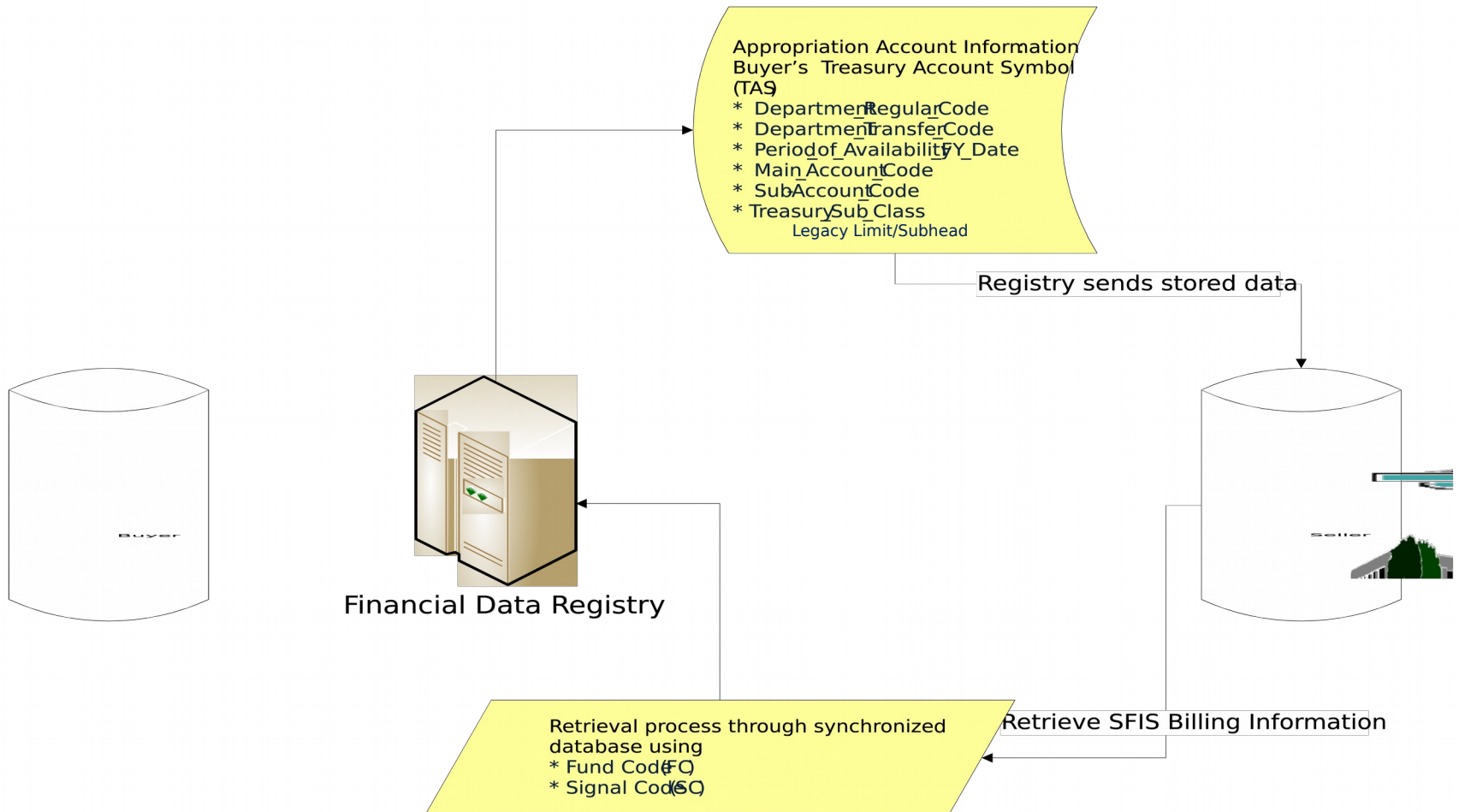
*NOTE: Similar process for Requisition Modification(511M), Requisition Follow up(86F)



NOTE: May support the following processes as they are practiced today:
 Orders placed through External Systems such as STORES DMLSS/ECAT, FFAVORS, Warfighter (Clothing and Textile), Web-Based capabilities such as eMAGSA Advantage, FMS, some Tailored Vendor Relationship (TVR)/Prime Vendor orders received via fax, mail, or telephone and entered manually into catalogue system.
 DLA Customer Care Center Ordering entities typically provide a Fund Code and Signal Code through these Business Process and System changes may be required in order for these processes to reference SFIS compliant account information online for

Alternative Process Step 3 – Seller retrieves Buyer Financial Data Retrieved

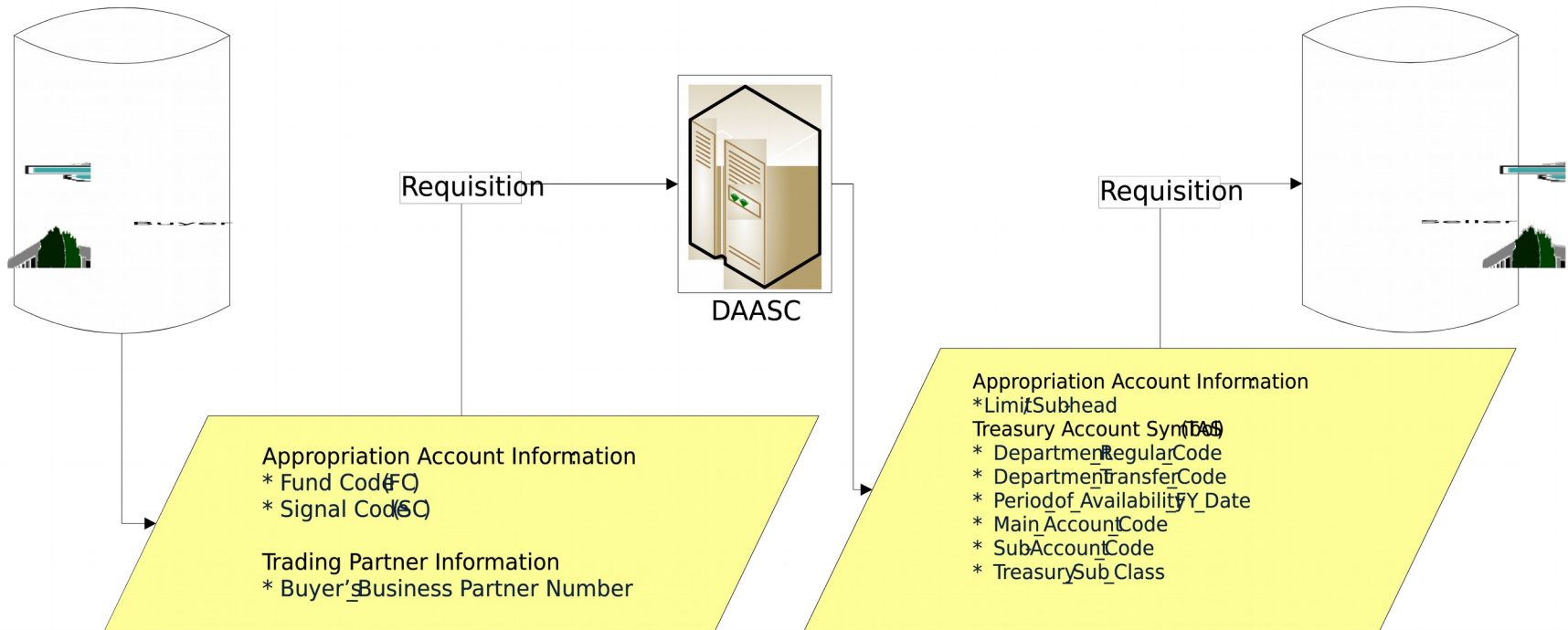
- Seller retrieves billing information from registry via interface
- Buyer/Seller send Statement of Transactions to US Treasury
- Treasury transfers funds to Seller



Alternative Process Step 3 (Variation) – Requisition Submitted DAASC Provides Account Info

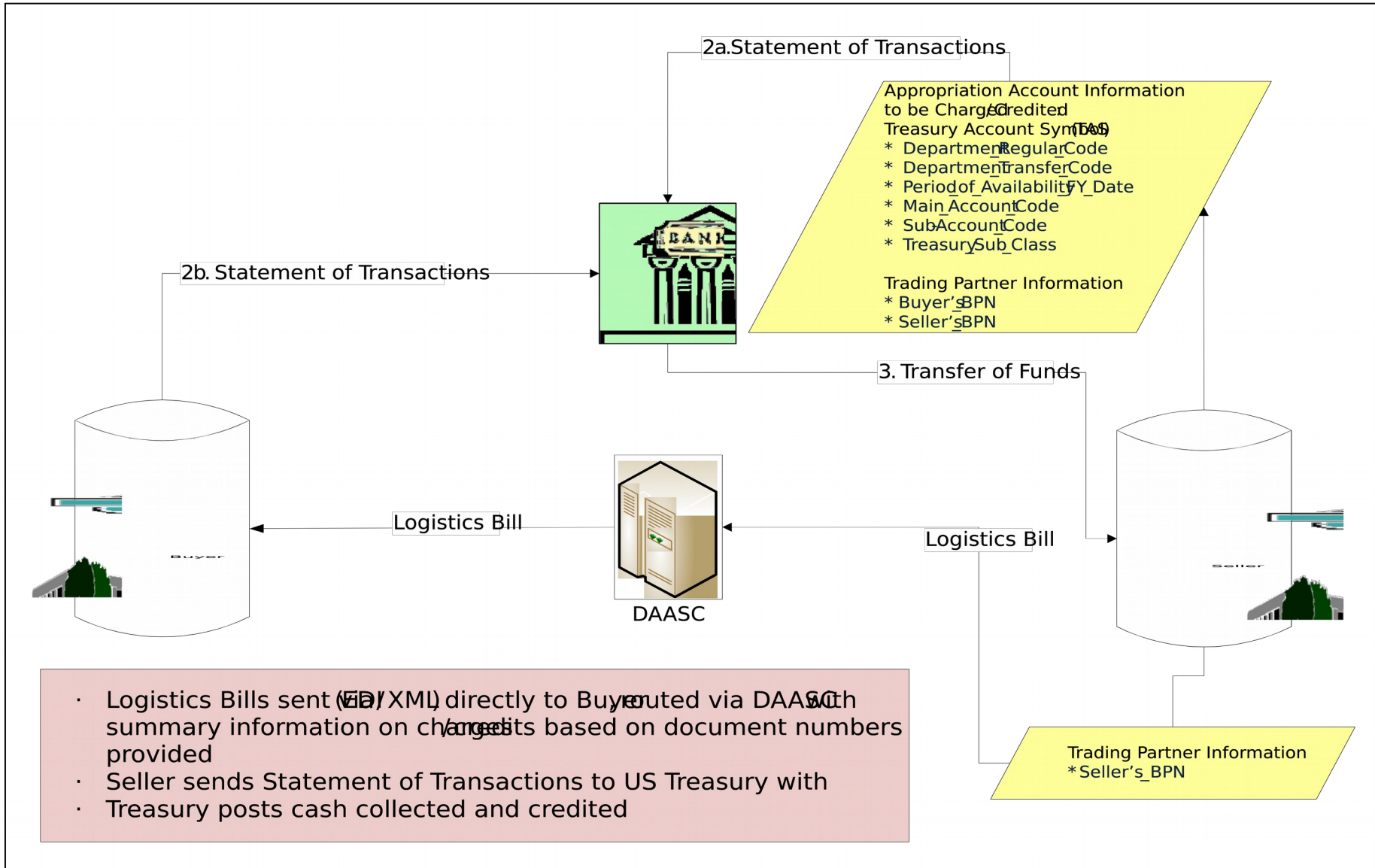
Requisition sent (ED/XML) directly to Seller, routed via DAASC which uses key to look up/validate account information and populate Requisition

*NOTE Similar process for Requisition Modification (541M), Requisition Follow (869F)



NOTE: May support the following processes as they are practiced today, placed through External Systems such as STORES DMLSS/ECAT, FFAVORS, Warfighter (Clothing and Textiles), Web-Based capabilities such as eMCA Advantage FMS, some Tailored Vendor Relationship (TVR)/Prime Vendor Orders received via fax, mail or telephone and entered manually into catalogue system DLA Customer Care Center Ordering entities typically provide a Fund Code and Signal Code through the Business Process and System changes may be required in order for these processes to reference SFIS compliant account information online for

Alternative Process Step 4 – Seller bills Buyer



Alternative Process Pros and Cons

SFIS Compliant Reference Table

(Available through Centralized Registry)

PROS

- **Reduces legacy system programming impact**
- **Data available to non-DLMS compliant systems**
- **Reduces the passing of data**
- **Supports off line ordering systems well**

CONS

- **ERP functionality not completely utilized, additional interfaces will have to be configured**
- **Real time and transaction level accounting not realized**
- **Cost to maintain Registry**
- **Lack of internal controls and reconciliation process**
- **Cost of building interface between the ERP and the Registry**
- **More Transaction calls to Registry**
- **Inconsistent with current**



Impact Assessment on DLMS

FC carried on below Transactions Today

Proposed DLMS Transactions Requiring SFIS Data

180M Material Returns Reporting
511M Requisition Modification
511R Requisition (includes referral order and passing order)
517M Material Obligation Validation (MOV)*
856S Shipment Status* *
867I Issue ***
869F Requisition Follow-Up
940R Material Release****
842A/W Supply Discrepancy Report*****
810L Logistics Bill
*517M when used to reinstate a requisition
**856S for Lateral Redistribution (AS6) .
*** 867I for post-post issues
****940R for hazardous waste disposal.
***** 842A/W When original billing is unavailable due to constructed document number

DLMS Transactions ; No SFIS Data Req'd

517G Government Furnished Material (GFM) Validation
527D Due-in/Advance Receipt/Due Verification
527R Receipt, Inquiry, Response and MRA
812L Logistics Bill Adjustment Request Reply
812R Logistics Bill Adjustment Request
842A/R Standard Supply Discrepancy Report Reply
856R Shipment Status Material Returns
857 Shipment and Billing Notice
867D Demand Reporting
69A Requisition Inquiry/Supply Assistance Request
869C Requisition Cancellation
870S Supply Status
870M Material Returns Supply Status
945A Material Release Advice
947I Inventory Adjustment

- DLMSO has tentatively identified the proposed transactions as requiring modification to support SFIS
- Component financial and logistics experts must validate this list and provide corrections



Concept.

- This change will update the DLMS transactions below to carry SFIS data elements generated by SFIS-compliant target systems. Specific DLMS Supplement updates are identified in Enclosure 4. The proposed concept is to carry SFIS data in the transaction that triggers a financial action (debit/credit bill), identifying the initiating activity's BPN. The initiating activity may be either the party to be billed for a purchase or the party to receive credit for return of previously purchased items, depending upon the business process.

Implementation Strategy:

- This PDC proposed two alternative solutions for inclusion of selected SFIS elements. One solution is the use of a referential data. That is, SFIS required content applicable to the billed/credit account will be maintained on the DAASC Fund Code table. Another solution is to pass delineate data elements in the DLMS transactions.

- Any SFIS data content passed in DLMS transactions will be adopted as "authorized DLMS enhancements." This means that an SFIS-compliant application may incorporate the new data content at any time subsequent to the Approved Change implementation date without prior coordination. All DLMS trading partners must ensure that the inclusion of the new data elements will not cause currently processed transactions to fail pending the



Perpetuation of SFIS Data Proposed Change - Process

Scope of Transaction Impact. DLMSO has tentatively identified the transactions below as requiring modification to support SFIS. **Staffing Note: Component financial and logistics experts must validate this list and provide corrections.**

Requisitioning Process:

- 1. 511R Requisition.** Communicates the BPN of party to receive the bill and any applicable SFIS elements.
- 2. 511M Requisition Modification.** Repeats information from original requisition due to MILSTRIP requirement to support capability to use modification as original requisition if original requisition is not on file. Staffing Note: DLMSO proposes that all additional elements will be modifiable
- 3. 869F Requisition Follow-Up.** Repeats information from original requisition due to MILSTRIP requirement to support capability to use follow-up as original requisition if original requisition is not on file.



Materiel Obligation Validations:

4. **517M Materiel Obligation Validation (MOV).** Use in requisition re-instatement only. Repeats information from original requisition due to MILSTRIP requirement to support capability to re-instate a requisition cancelled by the supply source during MOV.

Materiel Returns Program - Lateral Redistribution under Total Asset Visibility Program (TAV) (retail reporting activity returns materiel to ICP so that ICP may re-sell this materiel to satisfy a customer's requirement):

5. **856S Shipment Status.** Communicates the BPN of the party to receive credit (retail reporting activity) and any applicable SFIS elements (MILSTRIP AS6 only).

Materiel Returns Program - Automatic Returns:

6. **180M Materiel Returns Reporting.** Communicates the BPN of the party to receive credit (returning activity) and any applicable SFIS elements with offer of assets (MILSTRIP FTA).



Perpetuation of SFIS Data Proposed Change - Process

Material Returns Program - Asset/Excess Return (retail reporting activity offers to sell back unneeded materiel to the ICP; depending upon the ICP's asset position, the ICP may provide credit):

7. **180M Material Returns Reporting.** Communicates the BPN of the party to receive credit (returning activity) and any applicable SFIS elements with offer of assets (MILSTRIP FTE/FTG).

Turn-In to DRMO of Hazardous Waste:

8. **940R Material Release.** Communicates the BPN of party to receive the bill for hazardous waste disposal service and any applicable SFIS elements (MILSTRIP A5J).

Supply Discrepancy Reporting:

9. **842A/W SDR.** Communicates the BPN of the party to receive the bill or credit and any applicable SFIS elements. This is applicable only to DLMS enhancement capability to facilitate proper construct of debit/credit billing where original requisition document number is not known to the submitter. Submitter uses constructed document number when reporting discrepancy.



Perpetuation of SFIS Data Proposed Change - Process

Post-Post Issues: Facilitates DLA's National Inventory Management Strategy (NIMS) and Army Medical Materiel Agreement (AMMA) Support Scenarios as well as Issues of Materiel relative to Emergency/Expedite Off-line Requisition Support Procedures.

Under NIMS and AMMA support techniques, the wholesale activity retains ownership of their materiel which has been pushed-to or pulled-by the retail supply activity until the materiel is requisitioned by the consumer level customer, which becomes the point of sale. Consumer level requisitions are fulfilled by the retail supply activity using the wholesale activity owned inventory and concurrently the retail activity notifies the wholesale activity of the issue/sale of their materiel via the issue transaction. Upon receipt of the issue transaction the wholesale site debits their inventory balance and bills the customer. Similarly, emergency requisitions are sometimes filled by storage sites prior to receiving transactional release direction by the materiel owner. Subsequently, the materiel owner is notified of the issue/sale via the issue transaction.

10.867I Issue: Repeats /Communicates the BPN of the party to receive the bill and any applicable SFIS elements from the consumer level requisition.

Billing

11.810L Logistics Bill (Debit/Credit). Communicates the BPN of the party



Possible Mapping SFIS to DLMS FA2 Segment - Example

DLMS Qualifier	FA2 Segment Name	SFIS Data Code	SFIS Name
A1	DEPARTMENT INDICATOR	A1	Department Regular Code
A2	TRANSFER FROM DEPARTMENT	A2	Department Transfer Code
A3	FISCAL YEAR INDICATOR	A8	Period of Availability Fiscal Year Date
A4	BASIC SYMBOL NUMBER	A3	Main Account Code
A6	SUB-ACCOUNT SYMBOL	A4	Sub-Account Code
A5	SUB-CLASS	Legacy	Treasury Sub Class
L1	ACCOUNTING INSTALLATION NUMBER	O3	Agency Accounting Identifier
A7	Limit/Subhead		

- *X12 identifies these qualifiers as data elements and supporting code list prescribed by DoD 7000-14.R (the Financial Management Regulation), so new qualifiers may be needed.

- Note that different qualifiers are needed for transactions that do not have an FA2 segment.



Possible Mapping SFIS BPN to DLMS Name Segment - Example

SFIS Data Code TP3 - Business Partner Number

Party to Receive Bill:

- N101:

Qualifier: BT Bill-to Party

DLMS Note: Use to identify BPN of the party to receive bill. Requires a second iteration of the N101 loop.

- N103 :

Qualifier: 50 Business License Number

DLMS Note: Required for SFIS to map to SFIS Data element "Business Partner Number TP3". Enter the buyer's BPN in N104.

Party to Receive Credit:

- N101:

Qualifier: ZB Party to Receive Credit

DLMS Note: Use to identify the BPN of the party to receive credit. Requires a second iteration of the N101 loop.

- N103:

Qualifier: 50 Business License Number

DLMS Note: Required for SFIS to map to SFIS Data element "Business Partner Number TP3". Enter the seller's BPN in N104.

Billing Party (810L Logistics Bill):

- N101:

Qualifier: II Issuer of Invoice

DLMS Note: Use to identify the BPN of the billing party. Requires a second iteration of the N101 loop

- N103:

Qualifier: 50 Business License Number

- **Agree on the required SFIS Data and exchange business rules**
- **Continue coordination to staff SFIS PDC with Supply and Finance PRC**

BACK UP

Policy Updates

DoDI 7420.12 cancelled

DoD 4000.25-M Volume 5



DEFENSE LOGISTICS MANAGEMENT SYSTEM
(DLMS)

VOLUME 5

FINANCE

March 2003

UNDER SECRETARY
ACQUISITION, TECHNOLOGY
(LOGISTICS MATERIEL)

DoD 4000.25-M Volume 5, June 2005
Change 2

C1. CHAPTER 1

INTRODUCTION

C1.1. GENERAL

C1.1.1. Purpose. This volume provides DoD standard procedures and identifies the Defense Logistics Management System (DLMS) Supplements (DS) to Federal Implementation Conventions (ICs) for American National Standards Institute (ANSI) Accredited Standards Committee (ASC) X12 transactions used for billing and related adjustments for sales of material and related services. All DSs to Federal ICs are listed in volume 1, appendix 6, and can be accessed at: http://www.dla.mil/6/dlms/eLibrary/TransFormats/x12_140_650.asp

C1.2.1. Use of This Manual. Use of this volume requires simultaneous access to volume 1. Volume 1 contains the full table of contents for the manual; the only listings of acronyms and abbreviations, definitions, and references for the manual; instructions for acquiring access to the DLMS standards data base; specific guidance that applies to all implementation conventions; and both functional and technical information that is relatively stable and applies to the DLMS as a whole.

C1.2. POLICY. DoD Instruction 7420.12 and DoD 7000.14-R provide the DoD policies governing procedures in this volume.

C1.3. APPLICABILITY. This volume applies to the Office of the Secretary of Defense

C1.2. POLICY. DoD Instruction 7420.12 and DoD 7000.14-R provide the DoD policies governing procedures in this volume.

representatives, as well as other PRC related information, may be found on the Finance PRC web page <http://www.dla.mil/6/dlms/Programs/Committees/Finance/financeprc.asp>. Refer to volume 1, chapter 1 for a discussion of general DLMS PRC functions and responsibilities.

C1.5. NONCOMPLIANCE. If reasonable attempts to obtain compliance with prescribed procedures or resolution of DLMS Finance related problems are unsatisfactory, the activity having the problem will request assistance from their DLMS Finance PRC

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DoD Cancelled Issuances Search Results

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Your query matched 1 Record(s) sorted by Number.

Issuance Type: DODI
Issuance Number: 7420.12
Issuance Date: 03/10/1977
Issuance Subject: Billing, Collection and Accounting for Sales of Materiel from Supply System Stock
Issuance Cancelled By: USD(C) Action Memorandum
Issuance Cancelled Date: 09/02/2008
Issuance Replaced By:
Issuance Replaced Date:
Comments: Has served its purpose.

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DODI 7420.12 “Billing, Collection and Accounting for Sales of Materiel from Supply System Stock” was cancelled by USD Comptroller Action Memorandum on 2 Sep 08. “Has served its purpose.”

DODI 7420.12 has been incorporated into the Financial Management Regulation (FMR) DOD 7000.14-R, Vol 11B, Chapter 11 “Reimbursements and Revenue Recognition”

Current Financial Visibility Challenge

AIR FORCE OPERATIONS AND MAINTENANCE

DEPT	FY	APPR SYM	FC	FY	Account
57	6	3400	30	6	OAC 47
					OBAN 5A
					PC/CC 110704
					BA 04
					EEIC 582.AA
					ADSN 503000
					ESP AB
					PE 72806F
					FCC

ARMY OPERATIONS AND MAINTENANCE

DEPT	FY	BSN	Account
21	6	2020	OA 57
			ASN 3106
			AMSCO 325796.BD
			EOR 26EB
			MDEP QSUP
			FCA CA200
			SDN GRE12340109003
			APC AB22
			UIC WORNAA
			FSN S34030

NAVY/MARINE CORPS - GENERAL

DEPT	FY	APPN	SUBHEAD	Account
17	7	1105	0000	OC 026
				BCN 63400
				SUBALLOT 3
				AAA 063340
				TTC 1D
				PAA 000151
				CC 00560852000

- Lack of financial data standards across the Services impedes the ability to analyze performance on an enterprise-wide basis**

The appropriation chargeable for an Interfund requisition is derived from Fund Code tables updated by the Components and maintained at DAASC. These tables use the bill-to-DODAAC, signal code and financial transaction

Customers

DoD

- Departments of:
 - Army
 - Navy
 - Air Force
 - Marine Corps
- Defense Agencies
- Intelligence
- DoD Dependent Schools
- NATO
- FMS Countries

98% of workload.

Civilian

- Departments of:
 - State
 - Justice
 - Transportation
- NASA
- GSA
- FAA
- VA
- FEMA
- USPS
- GAO
- CG

2% of workload.

The Summary Bill contains the concatenated Department Code (2 digits), Period of Availability (1 digit), Basic Appropriation (4 digits) and Subhead (4 digits). This format in the Summary Bill will be retained.

Suppliers

Defense Logistics Agency

Military Services

General Services Admin.

Commercial Suppliers

DAASC
Enterprise

Bills are grouped together by sellers according to the buyer's fund code in the Summary Bill, which is forwarded along with the individual bills to the seller's Defense Finance and Accounting Service (DFAS) Central Accounts Office (CAO).



DFAS MIL Service Disbursing Systems

DFAS CLEVELAND

- MIL Service: Navy, USMC
- System = VISTA
- VISTA currently has no plans to become DLMS compliant.

DFAS INDY

- MIL Service: Army
- System = ODS
- ODS began work on DLMS migration but has suspended efforts until a clear near-term need is identified

DFAS DENVER/COLUMBUS

- MIL Service: Air Force
- System = None
- No DLMS plan

Value of Using BPN Numbers

- **Accounting Eliminations**
- **Track outstanding obligations**
- **Strategic Sourcing**
- **Problem-free IPAC transactions (2nd Qtr FY09)**

BPN Number Overview

What is a Business Partner Network (BPN) Number?

- **9-digit unique identifier for trading partners**
- **FedReg term that signifies either a number from the:**
 - **Department of Defense: “DOD”+DODAAC**
 - **Other Federal Agencies: DUNS**

DoDAACs

- **Defense Logistics Management Standards Office (DLMSO)**
 - **Sets DoDAAC policies and standards**
 - **Monitors transfer of data**
- **Defense Automated Addressing Center (DAASC)**
 - **Assigns DoDAACs**
 - **Hosts, manages, and maintains the DoDAAC Database (DoDAAF)**
- **DoDAAC file updated with prefix “DoD” and sent daily to FedReg**

DUNS Numbers

- **Issued and maintained by D&B**
- **DUNS file sent daily to FedReg**



DoD Activity Address Code (DODAAC)

The DoDAAC is a six position code that uniquely identifies a unit, activity or organization that has the authority to **requisition and/or receive materiel**. The first position designates the particular Service/Agency element of ownership

There may be up to three distinct addresses contained in the DoDAAD for each DoDAAC, as follows:

- **TAC1** - Identifies the mailing address for the activity (mandatory)
- **TAC2** - Identifies the 'ship to' (freight) address for the activity
- **TAC3** - Identifies the billing address (The activity responsible for payment of bills)
- **TAC4** - identifies a commercial shipping address for bulk/freight and small parcel post when the TAC 2 address can not be used by a commercial carrier for delivery
- If the TAC2 is not present for a DoDAAC, TAC1 will be used as the shipping address for EMALL orders
- MILSTRIP orders are only shipped to a DoDAAC associated address

Not to be confused with a UIC:

UIC: A six-character, alphanumeric code that uniquely identifies each Active, Reserve, and National Guard unit of the Armed Forces.

- First digit identifies a unit as actual or planned
- Next three are the unique identity group, wherein a leading alpha character always identifies an MTOE, and a numeric identifies a TDA
- Last two codes identify parent, subordinate and derivative units, including TDA augmentations to MTOE

- Both the buyer and seller must identify their individual BPNs to Treasury in the SFIS and DLMS compliant transactions
 - The Business Partner Network number is a unique, 9-character alpha-numeric identifier
 - It is primarily used to identify buying or selling entities processing intragovernmental transactions
 - **The Federal Agency Registration (Fed Reg) site is the registration point and authoritative source for BPN numbers and associated registration data. Federal civilian agencies have obtained Data Universal Numbering System (DUNS) numbers from Dun and Bradstreet for use as BPN numbers DoD uses an equivalent Business Partner Number (BPN), which consists of the letters “DOD” and the 6-character Department of Defense Activity Address Code (DoDAAC). Both the DUNS and TPN are considered BPN numbers as they meet Fed Reg requirements and are unique identifiers**

<u>Business Rules</u>
BPN Number from the Business Partner Network must be used in conjunction with <u>Department Regular Code, Main Account Code and Sub-Account Code</u> for eliminations.
The Business Partner Number (BPN) Number is the unique identifier for those engaged in <u>buying and selling.</u>
The Business Partner Network (BPN) Number for each Federal civilian agency, or Non-government entity, must be the <u>nine digit Data Universal Numbering System (DUNS).</u>
The Business Partner Network (BPN) Number for DoD must be DoD plus the six character <u>DoD Activity Address Code (DoDAAC).</u>
All agencies which buy from or sell to a Federal activity must register with the Business partner Network (BPN) and obtain a BPN Number.
Business Partner Number must be 9 alpha-numeric characters. ex. DoDN31698 Authoritative source: http://www.bpn.gov/
Business Partner Number must be used for general ledger posting and financial reporting.
<u>Each accounting system must store and maintain Business Partner Number values.</u>